

Havant and Emsworth United Reformed Church

Charity

Report of the Trustees

and

Financial Statements

For the year ended

30th June 2021

Havant and Emsworth United Reformed Church is registered as a charity

Number 1130507

Havant and Emsworth United Reformed Church Charity

Annual Report

For the year ended 30th June 2021

Administrative information

Registered as a charity number 1130507

Registered correspondence address: 39 Wigan Crescent, Havant, Hampshire PO9 3PN

Trustees

Bridget M Maddocks (Church Secretary)

David R Smith FCIS (Joint Treasurer)

Philip R Maddocks

Andrew G Jackson (Joint Treasurer)

Dr Walford O. Davies

Pamela M. McBirnie

Sheila M Stark

Shirley Warren

Dr. Linda E S Chinn

Dr. Jennifer Moore-Blunt

Jean Hartley

Rev. David J. Williams

Bankers

CAF Bank Limited

HSBC Bank plc

Lloyds Bank plc

25 Kings Hill Avenue

312 London Road

4 West Street

Kings Hill

Waterlooville

Havant

West Malling

Hampshire

Hampshire

Kent

PO7 7DX

PO9 1PF

ME19 4JQ

Independent Examiner

Nigel N Valette ACIB, Harting, Manor Road, Hayling Island, Hampshire PO11 0QR

Havant and Emsworth United Reformed Church

Report of the Trustees (continued)

For the year ended 30th June 2021

The Trustees submit their report and the financial statements for the year ended 30th June 2021. The Charity is governed by an approved governing document issued by the United Reformed Church (URC). The objects clause of that document has not been changed. The object of the Charity is the advancement of the Christian faith for the benefit of the public in accordance with the Scheme of Union of the URC.

The Trustees

Trustees of the Charity are the serving Elders of the church. They are elected by the members to serve for a period of three years, at the end of which they may be eligible to offer themselves for re-election. Nominees for Eldership must be members of the church and have been so for at least one year. Election of Elders takes place at the church's Annual General Meeting in October. Whilst no formal training is given, as Trustees, Elders are encouraged to take advantage of such trustee training opportunities as are available. Trustees receive no remuneration in respect of their duties but are reimbursed for expenses properly incurred in the course of their work.

Objectives and activities

Since 1st July 2019, Havant and Emsworth United Reformed Church (the Church) has been operating under the terms of "One Church on Two Sites", enabling the congregations in the towns of Havant and Emsworth to continue their separate worship and outreach activities but with all administration being carried out as a single entity from Havant. The work of the Church is mainly centred in the area bounded by the Borough of Havant, maintaining pastoral links with other churches, both United Reformed and other denominations within a ten-mile radius of the Borough. Regular public worship for all is provided at the church buildings in Havant and Emsworth (the churches), promoting the Christian faith, providing training, nurture and activities for children and young people, serving the community, giving pastoral care and support to members and others in need, particularly those in sickness, distress, poverty and bereavement. The churches also provide premises and resources for community groups and activities. The Trustees believe they have individually and collectively complied with the duty imposed by section 4 of the Charities Act in having due regard to guidance published by the Charity Commission in respect of worship for the public benefit.

Achievements and performance

Due to the Coronavirus pandemic the churches' buildings were closed for most of the year under review in accordance with H. M. Government's directions. The financial year started under the original H. M. Government's lockdown regulations, but the relaxations in the lockdown in the autumn allowed the Church to restart services at Emsworth on September 13th and then at Havant on October 18th. However, both sites closed again on November 5th in accordance with the updated Government guidelines. They did reopen again on April 18th, 2021 for church services, and restarting for general hiring from May 17th.

Accordingly, neither congregations could physically attend Sunday services, church meetings and other church activities in either building for the majority of the financial year. Although the Government's guideline for the 'second lockdown' did not preclude the attendance of Sunday services, the Elders of the Church determined that the safety and health of the congregation should take priority over meeting physically. However, digital methods of meeting online were introduced and worked successfully to enable members to be able to listen to and reflect on God's word in spiritual union – as well as for social interactions. The Church also published weekly Devotions to be emailed and posted to members and friends of the Church.

Havant and Emsworth United Reformed Church

Report of the Trustees (continued)

For the year ended 30th June 2021

Similarly, the churches' halls could not be used by the community groups and organisations that provide services and activities for the towns, unless exempt under Government rules. One exempt group did meet in the church hall at Emsworth. Accordingly, income generated by letting the premises was significantly impaired.

During the year, the elders determined that the number of services held at the Emsworth church should be reduced to two per month, recognising that this would reduce the large amount of work falling on the smaller number of the Emsworth based membership.

The Church is currently without a minister, and visiting preachers will continue to lead worship at both Havant and Emsworth. As communicated in last year's Trustees' Report, a joint pastorate has been formed with the United Reformed Church at South Hayling, about 4 miles distant, which also has a ministerial vacancy. An agreement has been reached for a 50/50 share of a minister when one has been called to serve the congregations of Hayling Island and Havant with Emsworth. But, communication in 2021 from the Wessex Synod of the URC has confirmed that the pastorate will not be able to declare its vacancy for the foreseeable future owing to a national shortage of ordained ministers within the denomination.

But despite these challenges, the Church is looking forward positively to the future. It has created a "Way Forward Group" to look at the new opportunities for the Church in the towns of Havant and Emsworth. And the church has started a baby group for new mothers with babies up to one year old.

Financial Review

The ordinary activities of the Church in the year resulted in a deficit of £21,822. As noted above the churches were not open for services or lettings for the majority of the financial year, which reduced offerings and rental income. Meanwhile the church buildings still required maintenance and caretaking. A positive aspect of this is that more members are making regular offerings through standing orders. Nevertheless, the Trustees will continue to exercise vigilance over expenditure with a view to not only minimising deficits, but also to endeavour to maintain the charity in surplus for succeeding years.

The Church is also compiling a 'Loss of earnings' insurance claim. This Church's insurance policy covers it for 'Loss of Earnings' but it is taking some time to prepare all the information required by our insurer. Due to the uncertainty in gauging how much will be eventually paid to the Church, these accounts do not include any accrual for the insurance claim.

During the year some of our members have passed into the presence of his Lord. A number of these members had generously remembered the church in the terms of their wills. Where these were donated without condition, they had been entered into the unrestricted funds of the Church. However, there was a gift from one member that contained conditions that required the legacy of £10,000 to be added to the 'Endowment' fund.

The objective of having reserves equivalent to 50% of the Church's annual expenditure has been achieved.

During the year the aged pipe organ in the Havant church was replaced by a new digital organ costing £30,539, and the installation of a replacement sound amplification and hearing-aid loop system in the Havant church to replace the existing technology that had become out-dated costing £22,300. These have been added to the tangible fixed assets in the Church's balance sheet.

Havant and Emsworth United Reformed Church

Report of the Trustees (continued)

For the year ended 30th June 2021

Upon reflection of the Church's accounting treatment of the deposits of these two items in the previous year's accounts, it was decided by church meeting to change the previous accounting policy and to move them from 'Unrestricted Designated Reserves' to 'Tangible Fixed Assets'. As a consequence of this, the church meeting also determined that the existing depreciation policy of the church should be revised to allow for assets of an extraordinary value to be written down in value over a longer period than the pre-existing policy of three years.

Finally, there were some minor balances in Restricted funds that the church Meeting resolved should be transferred to General Unrestricted Funds as the purposes that they were created / donated are either completed or no longer required. Those are listed below: -

- Messy Church £100;

- Left-over balance for repairs to cemetery gate pillars £123; and

- Remaining organ fund donation £1,908 - transferred with the approval of the donor.

Havant and Emsworth United Reformed Church

Statement of Trustees' Responsibilities

Charity law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the financial state of affairs of the church and of the surplus or deficit of the church for that period. In preparing those financial statements, the elders are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the church will continue to function as a place of public worship.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the church and to enable them to ensure that the financial statements comply with the Charities Act 1993. They are also responsible for safeguarding the assets of the church and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner's report to the Members of Havant and Emsworth United Reformed Church

I report on the accounts of the church for the year ended 30 June 2021 which are set out on pages 6 to 12.

Respective responsibilities of Trustees and Examiner

The Trustees are responsible for the preparation of the accounts. The Trustees consider that an audit is not required for this year (under section 144 (2) of the Charities Act 2011) (the 2011 Act) and that an independent examination is needed. It is my responsibility to:

- examine the accounts (under section 145 of the 2011 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the church and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

(signed) Nigel N Valette ACIB 7th October 2021

Harting,
Manor Road,
Hayling Island
PO11 0QR

Havant and Emsworth United Reformed Church
Statement of Financial Activities
for the year ended 30th June 2021

	Notes	Unrestricted				2021	2020
		General	Designated	Restricted	Endowment	Total	
		£	£	£	£	£	£
Incoming resources - Voluntary resources							
Direct giving - Freewill offerings		42,924	-	-	-	42,924	45,343
Indirect giving - gift aid		9,120	-	-	-	9,120	8,740
Grants receivable	2	868	-	-	-	868	2,643
Donations/exceptional income	4	235	-	-	-	235	12,853
Gifts for other causes	5	-	-	456	-	456	2,937
Fund-raising		270	-	-	-	270	1,067
Miscellaneous income		6,903	-	-	-	6,903	1,028
Hall and property-letting income		745	-	-	-	745	11,190
Sale of investments		-	-	-	-	-	-
Investment income		3,849	-	-	-	3,849	3,930
Monday Fellowship	14	-	30	-	-	30	738
Restricted legacies		-	-	-	10,000	10,000	-
Unrestricted legacies		6,080	5,849	-	-	11,929	145,000
Total incoming resources		70,994	5,879	456	10,000	87,329	235,469
Outgoing resources expended in the church's mission							
Ministry and mission	7	26,428	-	-	-	26,428	34,814
Ministry expenses inc.manse		1,099	-	-	-	1,099	2,171
Music & Worship, Junior Church		1,341	-	-	-	1,341	1,945
Gifts to outside causes		200	-	2,700	-	2,900	4,720
Premises expenses		50,901	-	-	-	50,901	31,979
General and admin. expenses		12,847	-	-	-	12,847	11,791
Monday Fellowship		-	-	-	-	-	857
Non-recurring major expenditure	15	-	-	-	-	-	670
Total outgoing resources		92,816	-	2,700	-	95,516	88,947
Net incoming/(outgoing) resources before transfers		(21,822)	5,879	(2,244)	10,000	(8,187)	146,522
Transfers between funds	see below	54,770	(52,839)	(1,931)	-	-	-
Net incoming/(outgoing) resources before investment assets revaluation and disposal		32,948	(46,960)	(4,175)	10,000	(8,187)	146,522
Gains /(losses) on revaluation/disposal of investment assets		-	3,510	-	11,436	14,946	(12,718)
Net increase/(decrease) in funds		32,948	(43,451)	(4,175)	21,436	6,759	133,804
Fund balances b/fwd 1.7.20		£ 33,021	£ 171,788	£ 4,892	£ 43,534	£ 253,235	£ 119,431
Fund balances 30.6.21		£ 65,969	£ 128,337	£ 717	£ 64,970	£ 259,994	£ 253,235
Transfers between funds							
For assets purchased from Legacies		52,839	(52,839)	-	-	-	-
For small items moved from Restricted funds		1,931	-	(1,931)	-	-	-
		£ 54,770	£ (52,839)	£ (1,931)	£ -	£ -	£ -

The movement of items from Designated Reserves to the General reserves represents fixed assets purchased out of funds gifted to the church. The movement from Restricted funds represents small amounts that the Church Meeting resolved should be moved to General Funds.

Havant and Emsworth United Reformed Church
Income and Expenditure Account
for the year ended 30th June 2021

	Notes	[----- Unrestricted	2021 -----]	2020
		£	£	£
Income				
FWO envelopes and standing orders		41,645	41,645	42,004
FWO loose		1,279	1,279	3,339
Gift aid		9,120	9,120	8,740
Investment income	3	3,849	3,849	3,930
Grants receivable	2	868	868	2,643
Donations	4	235	235	270
Fund raising		270	270	1,047
Gifts for causes outside the local church		-	-	-
Lettings - - Havant Meeting Place and Waterside hall		745	745	11,190
Sundry receipts (2021: Insurance receipt)		6,903	6,903	504
Saturday Soup Kitchen		-	-	419
Flower fund		-	-	105
Unrestricted legacies		6,080	6,080	-
Exceptional income	4	-	-	12,583
Total income		<u>70,994</u>	<u>70,994</u>	<u>86,774</u>
Expenditure	6			
Ministry	7			
Ministry & Mission		26,428	26,428	34,814
Expenses		1,099	1,099	1,931
Manse - utilities and insurance		-	-	240
- repairs		-	-	-
Music and worship		1,341	1,341	1,908
Junior church		-	-	37
Local mission projects		-	-	-
Caretaking - salary		13,053	13,053	13,089
- expenses, house costs		8,192	8,192	4,500
Church and halls - heating and lighting		7,698	7,698	3,345
- utilities and insurance		6,106	6,106	4,192
- repairs		15,853	15,853	6,853
Donations to causes outside the local church		200	200	-
Printing, postage and stationery		3,947	3,947	5,195
Sundry expenses		4,156	4,156	3,036
Flowers		24	24	517
Depreciation of fixed assets		4,720	4,720	3,043
Loan interest		-	-	-
Total expenditure		<u>92,816</u>	<u>92,816</u>	<u>82,700</u>
(Deficit) / Surplus of income less expenditure		<u>(£21,822)</u>	<u>(£21,822)</u>	<u>£4,074</u>

Havant and Emsworth United Reformed Church
Balance Sheet
as at 30th June 2021

	Notes	[----- 2021 -----]		2020 (Restated - note 16)
		£	£	£
Tangible Fixed Assets	8		53,604	23,789
Investments				
Stocks and shares	9		83,211	68,265
Current Assets				
Debtors	10	10,390		10,997
Prepayments and deferred income		7,016		5,310
Bank and cash balances	11	108,496		148,634
		<u>125,903</u>		<u>164,941</u>
Creditors and accrued expenses	12	2,724		3,760
Net current assets			<u>123,179</u>	<u>161,181</u>
Total assets less current liabilities			259,994	253,235
Creditors - amounts falling due after one year			-	-
Total assets less liabilities			<u>£ 259,994</u>	<u>£ 253,235</u>
Church Funds				
Unrestricted - general			65,969	33,021
Unrestricted - designated	13		128,337	171,788
Restricted			717	4,892
Endowment			64,970	43,534
			<u>£ 259,994</u>	<u>£ 253,235</u>

The Financial Statements were approved by the Elders' Meeting of Havant United Reformed Church and signed on its behalf by

Signature *B. Maddocks* 26th October 2021

Havant and Emsworth United Reformed Church
Notes to the Financial Statements for the year ended 30th June 2021

1. Accounting policies

The Financial Statements have been prepared in accordance with applicable United Kingdom accounting standards, the 'Statement of Recommended Practice' ('SORP') (FRSSE) issued by the Charity Commissioners and the Charities Act 2011. The historical cost convention is used except for the valuation of certain fixed assets, whose valuation basis is detailed in Note 1a below. The accruals basis of accounting has been adopted. The principal accounting policies are applied consistently.

a) Fixed Assets

Freehold Property

All freehold property used by and for the church, consisting of the church and halls, the manse and 2 Elm Lane is vested in the United Reformed Church (Wessex) Trust Limited and forms no part of these Financial Statements.

Organ, Sound equipment, fixtures and fittings and other equipment

In prior years the purchases of assets of an enduring nature were capitalised in the Balance Sheet and written down in equal instalments over a period of three years. The church meeting resolved to change its depreciation policy however to allow for assets of an extraordinary value to be written down in value over a longer period than the policy used in prior years of three years. Consequently, to effect this, there are two extra tiers of depreciation, as follows: -

- Digital organ - 25 years depreciation in equal instalments
- Sound Equipment - 10 years depreciation in equal instalments
- Furniture, fixtures and fittings over a value of £500 - 3 years depreciation in equal instalments

b) Investment Assets are stated at market values on the Balance Sheet date.

c) Funds

Endowment funds: are funds the capital of which must be maintained; only income arising from investment of the endowment may be used either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

Restricted funds: represent a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and b) donations or grants received for a specific object or invited by the church for a specific object. The funds may only be expended on the specific object for which they were given. Any balance remaining unspent at the end of each year must be carried forward as a balance on that fund.

Unrestricted funds: are general funds which can be used for the church's ordinary purposes.

Designated funds: are sums set aside out of the General Funds for specific designated purposes. They can be transferred back to unrestricted funds at any time.

d) Incoming resources are all accounted for gross.

Planned giving: Collections and donations are recognised when received.

Indirect giving: Tax refunds are recognised as soon as the amounts are claimable.

Grants and legacies are accounted for when the church is legally entitled to the amounts due.

Investment income: Dividends are accounted for when receivable; interest is accrued.

All other income is generally recognised when it is receivable.

e) Outgoing resources

Ministry and Mission payments are made regularly and are included in expenditure for the year to which they relate. Amounts received specifically for causes outside the local church are dealt with as restricted funds and the liability for payment is recognised when the amounts are received.

All other expenditure is generally recognised when it is incurred.

Elders and officers receive no remuneration from church funds.

Havant and Emsworth United Reformed Church

Notes to the Financial Statements for the year ended 30th June 2021 (continued)

	2021	2020
2. Grants receivable:		
	£	£
Manse maintenance grant	-	-
Payroll grant under Covid-19 rules	868	2,643
	<u>868</u>	<u>2,643</u>
3. Investment Income:		
	£	£
Dividends	3,830	3,911
Interest - Lloyds Bank plc	19	19
	<u>3,849</u>	<u>3,930</u>
4. Donations/exceptional income		
	£	£
Donations	235	270
Bank balances brought in from Emsworth URC	-	12,583
	<u>£ 235</u>	<u>£ 12,853</u>
5. Donations to causes outside the local church.		
	£	£
Commitment for Life	-	1,775
Christian Aid	25	132
Bible Society	-	261
Havant & Waterloooville Child Contact Centre	-	150
Havant Homelessness Trust	-	87
Water Aid	4	20
The Rowans Hospice	-	204
Beacon food bank	365	-
Zambia appeal	-	117
Messy Church	-	100
The Heal Project	20	36
Bolivia Project	7	55
Sundry	35	-
	<u>456</u>	<u>2,937</u>
6. General and Administration Expenses.		
	£	£
Amounts reimbursed to church officers	-	-
7. Ministry & Mission.		

The annual stipend cost of a minister is £36,246 (2020: £36,246), which includes pension provision and employers National Insurance contribution.

Havant and Emsworth United Reformed Church
Notes to the Financial Statements for the year ended 30th June 2021 (continued)

8. Fixed Assets.

	Organ £	Sound equipment £	Furnishings and fixtures £	Total £
Cost				
Balance at 1.7.20 - as Previously Reported	-	-	40,668	40,668
Adjustment for change in policy (See note 16)	8,002	10,302	-	18,304
Balance at 1.7.20 - as Restated	8,002	10,302	40,668	58,972
Scrapped in year	-	-	-	-
Purchased in year	22,537	11,998	-	34,535
Balance at 30.6.21	30,539	22,300	40,668	93,507
Depreciation				
Balance at 1.7.20 - as Previously Reported	-	-	35,183	35,183
Adjustment for change in policy (See note 16)	-	-	-	-
Balance at 1.7.20 - as Restated	-	-	35,183	35,183
Scrapped in year	-	-	-	-
Charged in year	611	1,115	2,994	4,720
Balance at 30.6.21	611	1,115	38,177	39,903
Net book value				
At 30.6.20				23,789
At 30.6.21				53,604

9. Investments - securities held by Messrs David R Smith, Philip R Maddocks and Andrew G Jackson, all Trustees, nominees on behalf of the church.

	[----- 2021 -----]				2020
	Quantity	Cost £	Price p	Value £	Value £
Endowment funds					
City Merch. High Yield Trust 25p ord.	1,860	3,182	194.00	3,608.40	3,288
Dunedin Income & Growth I. Trust 25p ord	2,000	3,536	319.00	6,380.00	5,120
Edinburgh Investment Trust 25p ord.	1,175	3,530	616.00	7,238.00	5,393
Lowland Investment Company 25p ord	301	1,776	1,352.80	4,071.93	2,992
Merchants Trust 25p ord.	2,750	8,298	515.00	14,162.50	10,519
Murray Income Trust 25p ord	660	4,159	884.85	5,840.01	5,016
Securities Trust of Scotland 25p ord	3,400	3,056	211.78	7,200.52	6,562
Temple Bar Invest. Trust 25p ord.	600	3,064	1,078.00	6,468.00	4,644
		<u>£ 30,601</u>		<u>£ 54,969.36</u>	43,533
Unrestricted Designated funds					
Vodafone Group \$0.11 3/7ths ord.	1,118	2,021	127.94	1,430.37	1,423
RSA Insurance Group 7.375% cum. irred.	5,000	5,278	128.65	6,432.50	6,010
National Grid 11 17/43rds p ord.	641	4,032	931.90	5,973.48	6,332
Dunedin Income & Growth I. Trust 25p ord	1,400	3,155	319.00	4,466.00	3,584
Merchants Trust 25p ord.	1,500	6,287	515.00	7,725.00	5,738
Merchants Trust 25p ord.	430	2,159	515.00	2,214.50	1,645
		<u>£ 22,932</u>		<u>£ 28,241.85</u>	24,731
Total Investments		<u>£ 53,533</u>		<u>£ 83,211.21</u>	68,265

10. Debtors.

	2020 £	2019 £
Estimated amount of tax claim under gift aid	8,036	9,549
Legacy from Estate of Member	2,000	-
Other Debtors, including lettings at Havant Meeting Place	354	1,448
	<u>10,390</u>	<u>10,997</u>

Other Debtors are reduced by provisions for lettings invoices that are not expected to be paid of £937 (2020: nil).

Havant and Emsworth United Reformed Church

Notes to the Financial Statements for the year ended 30th June 2021 (continued)

	2021	2020
11. Bank and cash	£	£
HSBC Bank plc	3,505	4,062
CAF Bank Ltd	18,552	56,609
Lloyds Current a/c	4,938	6,481
Lloyds Deposit a/c	81,466	76,084
Nationwide Treasurer's a/c	-	5,363
Petty cash	35	35
	<u>£ 108,496</u>	<u>148,634</u>

12. Creditor: Amounts payable within one year

	£	£
PAYE	264	261
Accrued expenses	1,201	2,195
Gas & electricity	1,259	204
Members' loans	-	1,100
	<u>£ 2,724</u>	<u>£ 3,760</u>

13. Unrestricted Designated funds (see note 16)

	£	£
Lift emergency call-out reserve	1,200	1,200
Securities at mid-market values	28,241	24,731
Saturday lunches reserve	409	409
Monday Fellowship funds (see note 14)	373	343
Legacies received less partially expended	98,114	145,105
	<u>£ 128,337</u>	<u>£ 171,788</u>

14 Monday Fellowship funds

	£	£
Balance b/fwd	343	463
Amounts received in freewill offerings	30	737
Amounts paid to speakers and charity representatives	-	(857)
Balance c/fwd	<u>£ 373</u>	<u>£ 343</u>

The separate financial control of the Monday Fellowship fund was discontinued on 18th May 2015 and its financial activities are now incorporated into the church's overall financial control, but the Fellowship continues as a discrete outreach of the church.

15. Capital commitments.

At the end of the financial year the church had no capital commitments (2020: £18,304)

16. Change in Policy - effect on Unrestricted Designated funds

The church Meeting resolved to change accounting treatment of the deposits for the organ and sound equipment in the previous year's accounts. These had previously been recorded as a movement in the 'Unrestricted Designated Reserves'. It was resolved to record them as 'Tangible Fixed Assets' (see note 8).

The change in the opening balance of Unrestricted Designated funds is as follows: -

	Legacies received less partially expended	Total
	£	£
Balance at 1.7.20 - as Previously Reported	126,801	153,484
Adjustment for change in policy - Organ	8,002	8,002
Adjustment for change in policy - Sound equipment	10,302	10,302
Balance at 1.7.20 - as Restated	<u>145,105</u>	<u>171,788</u>